

Newfoundland and Labrador Direct Equity Tax Credit

Complete this form to calculate your Newfoundland and Labrador direct equity tax credit. This credit can be used to reduce your Newfoundland and Labrador tax payable.

You can claim this credit for investments in eligible shares you acquired in 2006 (that you did not claim on your 2005 return) or in the first 60 days of 2007. You can carry unused credits forward for seven years, or back three years. The maximum credit you can claim is \$50,000 per taxation year including any unused amounts from other years.

Attach a copy of Form NLDETC-1 to this form and include it with your return. If you are filing electronically, keep a copy of the documents for your records in case we need to see them.

Tax year ► 2006

Part 1 – Newfoundland and Labrador direct equity tax credit claim for 2006

Credit amount from Form NLDETC-1	6177		• 1
Unused Newfoundland and Labrador direct equity tax credit from your 2005 <i>Notice of Assessment</i> or <i>Notice of Reassessment</i>		+	2
Add lines 1 and 2	Total credit available	=	3
Enter the amount from line 3, if it is more than \$50,000, enter \$50,000.	Maximum allowable for 2006		4
Enter the amount from line 57 of Form NL428, <i>Newfoundland and Labrador Tax and Credits</i> , or, if you have to pay tax to more than one jurisdiction, from line 41 in Part 4, Section NL428MJ, of Form T2203, <i>Provincial and Territorial Taxes for 2006 – Multiple Jurisdictions</i>			5
Enter the amount from line 4 or line 5, whichever is less Enter this amount on line 58 of Form NL428 or on line 42 in Part 4, Section NL428MJ, of Form T2203, whichever applies	Current-year claim		6

Complete **Part 2** if the amount of your **current-year claim** (line 6) is **less** than the **total credit available** (line 3) **and** you want to claim a carryback of the unused credit or calculate the amounts available to carry forward to future years.

The carry-back provisions allow you to apply unused credits against your Newfoundland and Labrador tax for the three previous tax years. The credit you apply cannot be more than your Newfoundland and Labrador tax for that year. The **total** of the credit you carryback to a previous year, plus any credit you have already claimed in that year, **cannot be more than \$50,000**.

Part 2 – Carryback and amount available to carry forward to future years

Enter the amount from line 3			7
Enter the amount from line 6		-	8
Line 7 minus line 8	Total unused credit available	=	9
Enter the amount you want to carry back to 2005	6178		•10
Enter the amount you want to carry back to 2004	6179	+	•11
Enter the amount you want to carry back to 2003	6180	+	•12
Add lines 10, 11 and 12	Total unused credit applied to previous years	=	▶ 13
Line 9 minus line 13	Unused Newfoundland and Labrador direct equity tax credit available to carry forward to a future year	=	14

Certification

I certify that the information given on this form is correct and complete.

Signature _____

Date

Year	Month	Day					